

## Message Text

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42

ACTION ARA-10

INFO OCT-01 ISO-00 EB-07 H-01 SSO-00 NSCE-00 INRE-00

USIE-00 FEA-01 AGR-05 CEA-01 CIAE-00 COME-00 DODE-00

FRB-01 INR-05 INT-05 L-02 LAB-04 NSAE-00 NSC-05 PA-01

RSC-01 AID-05 CIEP-01 SS-15 STR-01 TAR-01 TRSE-00

PRS-01 SP-02 OMB-01 SWF-01 /078 W

----- 005807

R 211403Z DEC 74

FM AMEMBASSY CARACAS

TO SECSTATE WASHDC 7033

LIMITED OFFICIAL USE CARACAS 2534

E.O. 11652: N/A

TAGS: PFOR, ETRD, VE

SUBJECT: CALL ON FONMIN SCHACHT: PROBABLE PASSAGE OF U.S.  
TRADE BILL

REF: STATE 278842

1. THIS AFTERNOON (DEC 20) IN ADVERTING TO OUR ADMINISTRATION'S POSSIBLE PROBLEMS WITH CONGRESS OVER THE PROPOSED VENEZUELAN TRUST FUND IN IDB, I SAID THIS WOULD NOT BE THE ONLY PROBLEM WHICH OUR EXECUTIVE BRANCH FACED WITH CONGRESS. I THEN TOLD FONMIN THAT ACCORDING TO INFORMAL WORD I HAD RECEIVED THIS MORNING FROM WASHINGTON, IT SEEMED PROBABLY THAT THE TRADE BILL WOULD BE PASSED WITH THAT PROVISION INTACT WHICH PROVIDES THAT GOVERNMENTS FORMING CARTELS (E.G. OPEC) WOULD NOT BE ENTITLED TO GENERALIZED PREFERENCES. I STRESSED THAT THE ADMINISTRATION HAD DONE ITS UTMOST TO REMOVE THESE RESTRICTIVE SENTENCES FROM THE PROPOSED LEGISLATION AND PERMITTED THE MINISTER TO READ SECRETARY KISSINGER'S TESTIMONY AS SET OUT REFTEL. I ASKED HIM PLEASE TO TELL PRESIDENT PEREZ THAT EVEN IF THE LEGISLATION WERE ADOPTED, WE WERE NOT SEEKING OUT SOLELY VENEZUELA

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AS THE TARGET BUT THAT THE LANGUAGE OF THE BILL WAS GENERAL IN NATURE AND NOT POINTED AT ANY ONE COUNTRY.

2. THE MINISTER ACCEPTED THIS POINT WITH EQUANIMITY BUT I AM NOT CERTAIN THAT PRESIDENT PEREZ WILL RESIST THE OPPORTUNITY TO TAKE A NATIONALISTIC STANCE WHEN AND IF THE BILL BECOMES LAW.  
MCCLINTOCK

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NNN

\*\*\* Current Handling Restrictions \*\*\* n/a

\*\*\* Current Classification \*\*\* UNCLASSIFIED

## Message Attributes

**Automatic Decaptioning:** X  
**Capture Date:** 01 JAN 1994  
**Channel Indicators:** n/a  
**Current Classification:** UNCLASSIFIED  
**Concepts:** n/a  
**Control Number:** n/a  
**Copy:** SINGLE  
**Draft Date:** 21 DEC 1974  
**Decaption Date:** 01 JAN 1960  
**Decaption Note:**  
**Disposition Action:** RELEASED  
**Disposition Approved on Date:**  
**Disposition Authority:** elyme  
**Disposition Case Number:** n/a  
**Disposition Comment:** 25 YEAR REVIEW  
**Disposition Date:** 28 MAY 2004  
**Disposition Event:**  
**Disposition History:** n/a  
**Disposition Reason:**  
**Disposition Remarks:**  
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**Document Source:** CORE  
**Document Unique ID:** 00  
**Drafter:** n/a  
**Enclosure:** n/a  
**Executive Order:** n/a  
**Errors:** n/a  
**Film Number:** D740064-0189  
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**Office:** ACTION ARA  
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**Original Handling Restrictions:** n/a  
**Original Previous Classification:** n/a  
**Original Previous Handling Restrictions:** n/a  
**Page Count:** 2  
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**Previous Classification:** LIMITED OFFICIAL USE  
**Previous Handling Restrictions:** n/a  
**Reference:** 74 STATE 278842  
**Review Action:** RELEASED, APPROVED  
**Review Authority:** elyme  
**Review Comment:** n/a  
**Review Content Flags:**  
**Review Date:** 23 SEP 2002  
**Review Event:**  
**Review Exemptions:** n/a  
**Review History:** RELEASED <23 SEP 2002 by kellew0>; APPROVED <19 MAR 2003 by elyme>  
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Declassified/Released  
US Department of State  
EO Systematic Review  
30 JUN 2005

**Review Media Identifier:**  
**Review Referrals:** n/a  
**Review Release Date:** n/a  
**Review Release Event:** n/a  
**Review Transfer Date:**  
**Review Withdrawn Fields:** n/a  
**Secure:** OPEN  
**Status:** <DBA CORRECTED> jms 971023  
**Subject:** CALL ON FONMIN SCHACHT: PROBABLE PASSAGE OF U.S. TRADE BILL  
**TAGS:** ETRD, PFOR, VE  
**To:** STATE  
**Type:** TE  
**Markings:** Declassified/Released US Department of State EO Systematic Review 30 JUN 2005